



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 16, 2008

Mr. Jon B. Rhine, Manager
Interpace Holdings LLC
736 West Harrisville Rd.
Ogden, Utah 84114-5801

Re: Escalation of Reclamation Surety to the Year 2013 Interpace Holdings LLC, Clinton Clay Pit, M0490006, Utah County, Utah

Dear Mr. Rhine:

The Division has escalated the surety amount of \$541,800.00 in 2008 dollars, to the year 2013. The escalation rate is 3.8%, resulting in a surety requirement of \$652,869.00. This increased amount is based on escalation only.

Please contact surety coordinator, Mr. Jed Pearson, 801-538-5382, for instructions on how to submit this increased amount of \$111,069. ***This surety amount is due by May 15, 2008.***

In addition, the Division would like to meet with you and determine if the existing Notice of Intention to Conduct Mining Operations (NOI) is adequate and reflects the current operation conditions at the Clinton Clay Pit. Please contact Ms. Beth Ericksen (801) 538-5318 to arrange the meeting within the next TWO WEEKS.

If you have any questions concerning this letter, please contact me at (801) 538-5258.

Sincerely,

Susan M. White
Mining Coordinator
Minerals Regulatory Program

SMW:BE:pb

cc: Jed Pearson
Beth Ericksen

Peggy Kelsey, Utah County Community Development Dept
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